ND ASSOCIATION OF COUNTIES FUND INVESTMENT PERFORMANCE REPORT AS OF MAY 31, 2005

i						_																		
	May-05				April-05				March-05				December-04				September-04				Current	t Prior Year FY04	3 Years Ended	5 Years Ended
		Alloca		Month		Alloca		Month		Alloca		Quarter		Alloca		Quarter	,	Alloc		Quarter	1110	1104		6/30/2004
	Market Value			Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual			Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																								
Structured Growth Los Angeles Capital	11.444	3.0%	3.0%	4.16%	10.991	3.0%	3.0%	-2.22%	10,863	2.9%	3.0%	-1.11%	9.658	3.0%	3.0%	10.37%	8.922	2.9%	3.0%	-4.14%	6.56%	N/A	N/A	N/A
Total Structured Growth	11,444	3.0%			10,991	3.0%	3.0%		10,863	2.9%		-1.11%	9,658	3.0%	3.0%		8.922	2.9%	3.0%	-4.14%	6.56%	17.58%	-6.28%	N/A
Russell 1000 Growth	,			4.84%	10,001			-1.90%	,	,		-4.09%	2,222			9.17%	-,			-5.23%	2.06%	17.88%	-3.74%	N/A
Structured Value																								
LSV	11,431	3.0%	3.0%	3.83%	11,018	3.0%	3.0%	-2.49%	12,018	3.2%	3.0%	1.62%	10,400	3.2%	3.0%	9.01%	9,730	3.2%	3.0%	3.21%	15.77%	30.56%	9.33%	N/A
Russell 1000 Value	,			2.41%	,			-1.79%	,			0.09%	,			10.38%	,			1.54%	12.82%	21.13%	2.96%	N/A
Russell 1000 Enhanced Index																								
LA Capital	22,353	6.0%	6.0%	2.86%	21,742	5.9%	6.0%	-2.50%	22,929	6.2%	6.0%	-1.04%	20,371	6.2%	6.0%	9.28%	19,007	6.0%	6.0%	-1.68%	6.63%	N/A	N/A	N/A
Russell 1000				3.54%				-1.84%				-1.91%				9.80%				-1.81%	7.49%	N/A	N/A	N/A
S&P 500 Enhanced Index																								
Westridge	23,094	6.2%	6.0%	3.21%	22,388	6.1%	6.0%	-1.87%	22,046	5.9%	6.0%	-2.08%	19,795	6.1%	6.0%	9.47%	18,468	6.0%	12.0%	-1.99%	6.39%	N/A	N/A	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	N/A	N/A	N/A
Index																								
State Street	6,940			3.19%	6,726			-1.89%	6,627			-2.14%	5,954			9.23%	5,559			-1.88%	6.17%	19.01%	-0.75%	N/A
Total Index	6,940	1.8%	2.0%	3.19%	6,726	1.8%	2.0%	-1.89%	6,627	1.8%	2.0%	-2.14%	5,954	1.8%	2.0%	9.23%	5,559	1.8%	2.0%	-1.88%	6.17%	19.01%	-0.75%	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.70%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	75,262	20.1%	20.0%	3.34%	72,866	19.8%	20.0%	-2.22%	74,484	20.0%	20.0%	-1.04%	66,178	20.3%	20.0%	9.45%	61,686	20.1%	20.0%	-1.42%	7.90%	21.46%	0.15%	N/A
S&P 500				3.18%				-1.90%				-2.15%				9.23%				-1.87%	6.17%	19.11%	-0.70%	N/A
																						1		
SMALL CAP DOMESTIC EQUITY																								
Manager-of-Managers SEI	36.994	9.9%	10.0%	6.72%	34.688	9.4%	10.0%	-5.52%	36.712	9.9%	10.0%	-5.10%	33.708	10.3%	10.0%	14.79%	31.955	10.4%	10.0%	-3.60%	5.89%	32.99%	5.51%	N/A
Russell 2000 + 200bp	30,994	9.9/0	10.078	6.71%	34,000	9.4/0	10.078	-5.56%	30,712	9.9/0	10.078	-4.86%	33,700	10.370	10.078	14.79%	31,933	10.470	10.0%	-2.36%	7.32%	35.99%	7.90%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	36,994	0.00/	10.0%	6.72%	34,688	0.49/	10.0%	-5.52%	36,712	9.9%	10.00/	-5.10%	33,708	10.3%	10.00/	14.79%	24 055	10.4%	40.00/	-3.60%	5.89%	32.99%	5.54%	N/A
Russell 2000	30,994	9.9%	10.0%	6.55%	34,000	9.4%	10.0%	-5.73%	30,712	9.9%	10.0%	-5.10% -5.34%	33,700	10.3%	10.0%	14.79%	31,955	10.4%	10.0%	-3.60% -2.86%	5.38%	33.36%	6.24%	N/A
Russell 2000				0.55%				-0.7370				-5.54/0				14.0970				-2.00%	3.30%	33.30%	0.24/0	IVA
CONVERTIBLES																								
TCW	35,862	9.6%	10.0%	2.39%	35,066	9.5%	10.0%	-4.02%	36,578	9.8%	10.0%	-4.03%	32,908	10.1%	10.0%	8.41%	30,822	10.0%	10.0%	-4.35%	-2.20%	17.50%	1.03%	N/A
Merrill Lynch All Convertibles				2.57%				-3.30%				-4.67%				5.37%				-1.05%	-1.42%	14.16%	4.89%	N/A
INTERNATIONAL EQUITY																								
Large Cap - Active Capital Guardian	14.624	3.9%	4.0%	2.58%	14.231	3.9%	4.0%	-2.85%	14.650	3.9%	4.0%	0.96%	13,031	4.0%	4.0%	10.01%	24,445	7.9%	8.0%	-1.77%	8.74%	25.36%	-0.39%	N/A
LSV	14,727	3.9%	4.0%	1.90%	14,466	3.9%	4.0%	-3.05%	15,174	4.1%	4.0%	3.73%	13,117	4.0%	4.0%	N/A	24,445	0.0%	0.0%	-1.77 /o N/A	0.7476 N/A	25.30 /s N/A	-0.39 / ₀	N/A
Transition Account	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	0	0.0%	0.0%	N/A	(4)	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Large Cap - Active	29,351	7.8%	8.0%	2.24%	28,698	7.8%	8.0%	-2.95%	29,824	8.0%	8.0%	2.35%	26,144	8.0%	8.0%	10.59%	24,445	7.9%	8.0%	-1.77%	10.33%	25.36%	-0.39%	N/A
MSCI EAFE - 50% Hedged				2.10%				-2.47%				1.71%				11.11%				-0.72%	11.72%	26.98%	-1.27%	N/A
Small Cap - Value	2.055	4.00/	4.00/	4 000/	2 602	4.00/	4.00/	0.000/	0.004	4.00/	4.00/	2 200/	0.070	4.40/	4.00/	40.000/	2 224	4.40/	4.00/	0.000/	45.000/	43.71%	AI/A	N/A
Lazard Citigroup Broad Market Index < \$2BN	3,655	1.0%	1.0%	-1.00% -0.10%	3,693	1.0%	1.0%	-3.00% -2.20%	3,664	1.0%	1.0%	3.09% 4.58%	3,676	1.1%	1.0%	16.08% 16.82%	3,284	1.1%	1.0%	0.30% -0.82%	15.26% 18.37%	43.71% 47.95%	N/A N/A	N/A
Citigroup Broad Market Index < \$251				-0.10%				-2.20%				4.30%				10.02%				-0.02%	10.37%	47.95%	IWA	IVA
Small Cap - Growth																								
Vanguard	3,627	1.0%	1.0%	0.36%	3,614	1.0%	1.0%	-2.02%	3,550	1.0%	1.0%	2.92%	3,579	1.1%	1.0%	18.98%	3,120	1.0%	1.0%	0.42%	20.91%	44.67%	N/A	N/A
Citigroup Broad Market Index < \$2BN	,			-0.10%	,			-2.20%	,			4.58%	,			16.82%	,			-0.82%	18.37%	47.95%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	36,632	9.8%	10.0%	1.70%	36.005	9.8%	10.0%	-2.88%	37,037	10.0%	10.0%	2.47%	33,399	10.2%	10.0%	12.56%	30,850	10.0%	10.0%	-1.32%	12.41%	29.26%	1.04%	N/A
MSCI EAFE - 50% Hedged				2.10%	23,222			-2.47%	,			1.71%	,			11.11%				-0.72%	11.72%	26.98%	-1.27%	N/A
DOMESTIC FIXED INCOME																						1		
Core Bond		40.00/	45.00/	0.070/	04.040	40.00/	45.00/	4 400/	20.122	40 701	45.00/	0.040/	F4 000	45 301	45.00/	4 0 40/	40.004	45.00/	45.00/	0.500/	0.000/	0.400/		
Western Asset	62,469	16.6%	15.0%	0.97% 1.08%	61,916	16.8%	15.0%	1.12%	62,109	16.7%	15.0%	-0.84% -0.48%	51,290	15.7%	15.0%	1.34% 0.96%	48,621	15.8%	15.0%	3.52% 3.20%	6.22%	2.42% 0.32%	7.77% 6.35%	N/A
Lehman Aggregate				1.00%				1.35%				-0.40%				0.90%				3.20%	0.22%	0.32%	0.35%	IWA
Index	76.294	00.00/	00 50/	0.000/	75.000	00.00/	00 50/	4.400/	70.070	40.70/	00 50/	0.700/	04.074	40.00/	00 50/	0.400/	04 407	40.00/	00 50/	0.540/	4.400/	0.070/	7.400/	NI/
Bank of ND	76,294	20.3%	22.5%		75,602	20.6%	22.5%	1.16%	73,373	19.7%	22.5%	-0.78%	64,671	19.8%	22.5%	0.40% 0.44%	61,187	19.9%	22.5%	2.54%	4.16% 4.36%	0.07%	7.10%	N/A
Lehman Intermediate Gov/Credit (1)				0.90%				1.14%				-0.87%				0.4470				2.71%	4.30%	-0.05%	6.97%	IVA
BBB Average Quality	32,893	8.8%	7.5%	1.65%	32,490	8.8%	7.5%	1.22%	32,574	8.8%	7.5%	-1.15%	28,849	8.8%	7.5%	2.30%	27,259	8.9%	7.5%	4.51%	8.75%	1.18%	N/A	N/A
Wells Capital (formerly Strong) Lehman US Credit BAA	32,093	0.0%	7.5%	1.67%	32,490	0.0%	7.5%	0.94%	32,374	0.0%	7.5%	-1.15%	20,049	0.0%	7.5%	1.69%	21,259	0.9%	7.5%	4.76%	7.61%	1.16%	N/A N/A	N/A
Lenman 03 Credit DAA				1.07 /0				0.3470				-1.57 /0				1.0370				4.70%	7.0178	1.3070	IVA	14/7
TOTAL DOMESTIC FIXED INCOME	171.656	45.7%	45.0%	1.03%	170.008	46.3%	45.0%	1.16%	168.056	45.2%	45.0%	-0.83%	144.810	44.4%	45.0%	1.11%	137.067	44.6%	45.0%	3.27%	5.78%	0.79%	7.00%	N/A
Lehman Gov/Credit	,300	,0		1.25%	,			1.50%			2.2.0	-0.67%	,5.10	, •		0.80%	, , , ,			3.56%	6.56%	-0.72%	6.73%	N/A
CASH EQUIVALENTS																								
Bank of ND	18,951	5.0%	5.0%	0.26%	18,907	5.1%	5.0%	0.25%	18,860	5.1%	5.0%	0.69%	15,307	4.7%	5.0%	0.53%	15,247	5.0%	5.0%	0.44%	2.19%	1.20%	1.72%	N/A
90 Day T-Bill				0.27%				0.22%				0.57%				0.48%				0.37%	1.92%	0.98%	1.71%	N/A
TOTAL NDACo FUND	375,358	100.0%	100.0%	2.18%	367,539	100.0%	100.0%	-1.14%	371,725	100.0%	100.0%	-1.23%	326,311	100.0%	100.0%	5.78%	307,626	100.0%	100.0%	0.20%	5.75%	12.43%	4.55%	4.70%
POLICY TARGET BENCHMARK	010,000	100.070	100.070	2.34%	501,559	700.070	. 00.0 /0	-0.84%	011,120	700.078	. 50.0 /0	-1.53%	020,311	100.070	. 00.0 /0	5.24%	301,020	100.070	.00.0/0	0.80%	6.00%	10.55%	4.44%	4.41%
				2.07/0				U.UT/0				1.00/0				U.ZT/0				0.00/0	0.00/0	10.00/0	7.77/0	7.71/0

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.